



STATE BOARD OF EQUALIZATION

2020 N STREET, SACRAMENTO, CALIFORNIA  
(P O BOX 1799, SACRAMENTO, CALIFORNIA 95808)

916/445-6479

GEORGE R REILLY  
First District, San Francisco  
ERNEST J DRONENBURG, JR.  
Second District, San Diego  
WILLIAM M BENNETT  
Third District, San Rafael  
RICHARD NEVINS  
Fourth District, Pasadena  
KENNETH CORY  
Controller, Sacramento  
DOUGLAS D BELL  
Executive Secretary

April 4, 1979

79/70

TO COUNTY ASSESSORS, COUNTY COUNSELS, COUNTY  
ASSESSMENT APPEALS BOARDS, AND OTHER INTERESTED PARTIES:

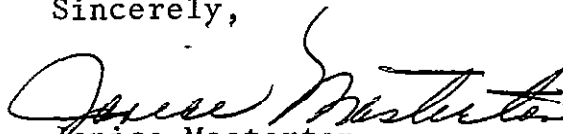
PROPERTY TAX RULE 468

Enclosed is a copy of Property Tax Rule 468, Oil and Gas  
Producing Properties, amended by the State Board of Equalization  
on an emergency basis, effective April 2, 1979.

A public hearing of this amended rule will be scheduled within  
120 days. Notices of the hearing will be mailed to all interested  
parties.

If you have any questions regarding this rule, please refer them  
to the Assessment Standards Division, Department of Property  
Tax, 916/445-4982.

Sincerely,

  
Janice Masterton  
Calendar Clerk

JM/k  
Enclosure

CONTINUATION SHEET  
FOR FILING ADMINISTRATIVE REGULATIONS  
WITH THE SECRETARY OF STATE  
(Pursuant to Government Code Section 11380.1)

STATE BOARD OF EQUALIZATION  
Amendments to Section 468  
in  
Title 18, California Administrative Code

(1) Amend Regulation 468(a) and (b) to read:

468. Oil- and Gas-Producing Properties

(a) The right to remove petroleum, natural gas, minerals referred to in Section 469 and other minerals from the earth is a taxable real property interest. Increases in recoverable amounts of minerals caused by changed physical or economic conditions constitute additions to such a property interest. Reduction in recoverable amounts of minerals caused by production or changes in the expectation of future production capabilities constitute a reduction in the interest. Whether or not physical changes to the system employed in recovering such minerals qualify as new construction shall be determined by reference to Section 463(a).

(b) The market value of a mineral property interest is determined by estimating the value of the volumes of mineral reserves which geological and engineering information indicate to be recoverable in the future, taking into account reasonably projected physical and economic operating conditions. Present and projected economic conditions shall be determined by reference to all economic factors considered by knowledgeable and informed persons engaged in the operation and buying or selling of such properties.

Note: Authority cited: 15606(c) Gov. Code  
Reference: Art. XIII A, Secs. 1 & 2 California Constitution

DO NOT WRITE IN THIS SPACE



STATE BOARD OF EQUALIZATION

1020 N STREET, SACRAMENTO, CALIFORNIA  
(P O BOX 1799, SACRAMENTO, CALIFORNIA 95808)

916/445-6479

GEORGE R. REILLY  
First District, San Francisco

ERNEST J. DRONENBURG, JR.  
Second District, San Diego

WILLIAM M. BENNETT  
Third District, San Rafael

RICHARD NEVINS  
Fourth District, Pasadena

KENNETH CORY  
Controller, Sacramento

DOUGLAS D. BELL  
Executive Secretary

April 4, 1979

79/71

TO OWNERS, OPERATORS AND MANAGERS OF  
PRIVATE RAILROAD CARS

PROPERTY TAX RULES 1001 & 1003

Enclosed are copies of Property Tax Rules 1001, Annual Report, and 1003, Missing Private Railroad Car Count Data, adopted by the State Board of Equalization on an emergency basis, effective March 30, 1979.

Rule 1001 is amended to add words "private railroad." Rule 1003 is adopted to provide an efficient and accurate method to alleviate past difficulties that have resulted from missing border crossing information.

A public hearing of these rules will be scheduled within 120 days. Notices of the hearing date will be mailed to all interested parties.

If you have any questions regarding these rules, please refer them to Valuation Division, Property Tax Department, telephone 916/322-2323.

Sincerely,

Janice Masterton  
Calendar Clerk

JM/k  
Enclosure

CONTINUATION SHEET  
FOR FILING ADMINISTRATIVE REGULATIONS  
WITH THE SECRETARY OF STATE  
(Pursuant to Government Code Section 11380.1)

STATE BOARD OF EQUALIZATION  
Amendment to Section 1001 and  
Adoption of Section 1003 in Title 18,  
California Administrative Code

Subchapter 10. Private Railroad Car Tax

(1) Amend regulation 1001 to read:

1001. Annual Report

The report required by Section 11271 of the Revenue and Taxation Code of all persons whose private railroad cars are operated upon the railroads in this State at any time during a calendar year shall be filed on or before the thirtieth day of April of the following year.

Note: Authority cited: Sec. 15606(a), Gov. Code.  
Reference: Sec. 11271, Rev. & Tax. Code.

(2) Adopt regulation 1003 to read:

1003. Missing Private Railroad Car Count Data. In determining the private railroad car count averages required by statute the Board may substitute for missing border crossing information the average length of stay in the state experienced by private railroad cars of the same class and assessee during the calendar year immediately preceding the year in which the tax is imposed. Border crossing information shall be deemed missing only when it cannot be submitted by the assessee.

Note: Authority cited: Sec. 15606(a), Gov. Code.  
Reference: Sec. 11293, Rev. & Tax. Code.

DO NOT WRITE IN THIS SPACE